

**admirals**

**2024 the First 6 Months**

# **Unaudited Interim Report**

**Admiral Markets AS**



# Admiral Markets AS

## Unaudited Interim Report for the First 6 Months of 2024

Commercial Registry No.	10932555
Address	Maakri 19/1, Tallinn, 10145
Telephone	+372 6 309 300
E-mail	info@admiralmarkets.com
Main area of activity	Investment services
Activity Licence No.	4.1-1/46
Beginning and end date of financial year	1 January - 30 June
Chairman of the Management Board	Sergei Bogatenkov
Members of the Management Board	Andrey Koks Eduard Kelvet
Chairman of the Supervisory Board	Alexander Tsikhilov
Members of the Supervisory Board	Anton Tikhomirov Anatolie Mihalcenco Dmitri Lauš

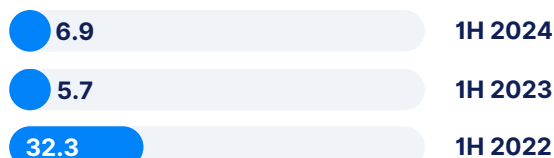
# Table of Contents

<b>Highlights</b>	<b>4</b>
<b>Management Report</b>	<b>5</b>
Our Company	6
Financial Review	9
<b>Interim Financial Statements</b>	<b>13</b>
Statement of Financial Position	14
Statement of Comprehensive Income	15
Statement of Cash Flows	16
Statement of Changes in Equity	18
<b>Notes to the Interim Financial Statements</b>	<b>19</b>
Note 1. General Information	20
Note 2. Risk Management	20
Note 3. Due from Credit Institutions and Investment Companies	21
Note 4. Financial Assets and Liabilities at Fair Value Through Profit or Loss	21
Note 5. Loans and Receivables	22
Note 6. Liabilities and Prepayments	22
Note 7. Leases	23
Note 8. Subordinated Debt Securities	24
Note 9. Off-Balance Sheet Assets	25
Note 10. Share Capital	25
Note 11. Segment Reporting	26
Note 12. Net Income from Trading	26
Note 13. Operating Expenses	27
Note 14. Transactions with Related Parties	28

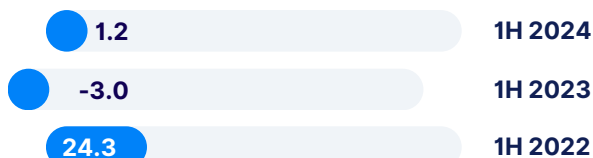
# 6 Month Highlights for 2024

- Company net trading income was EUR 6.9 million (6M 2023: EUR 5.7 million).
- EBITDA\* was EUR 1.2 million (6M 2023: EUR -3.0 million).
- The EBITDA margin was 18% (6M 2023: -53%).
- Net profit (loss) was EUR 0.9 million (6M 2023: EUR -3.9 million).
- The net profit (loss) margin was 12% (6M 2023: -19%).
- The cost-to-income ratio was 99% (6M 2023: 168%).
- The number of active clients\*\* in the Group decreased by 44% to 36,556 compared to the same period in 2023 (6M 2023: 56,636 active clients).
- The number of active accounts\*\*\* in the Group decreased by 41% to 41,156 compared to the same period in 2023 (6M 2023: 75,975 active accounts).
- The number of new applications in the Group decreased by 56% to 62,996 compared to the same period in 2023 (6M 2023: 143,414 new applications).

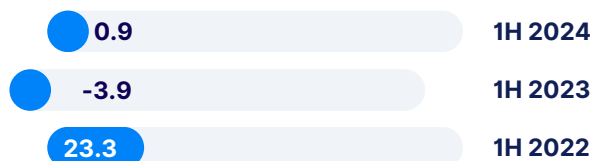
## Net trading income EUR 6.9 million



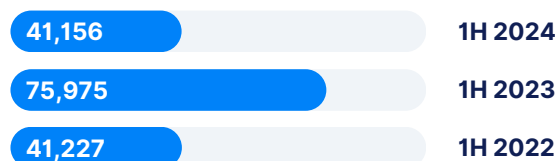
## EBITDA\* EUR 1.2 million



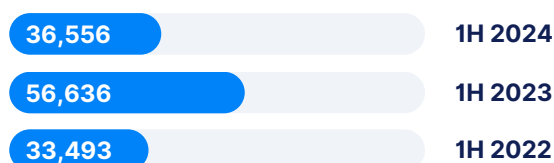
## Net profit (-loss) 0.9 EUR million



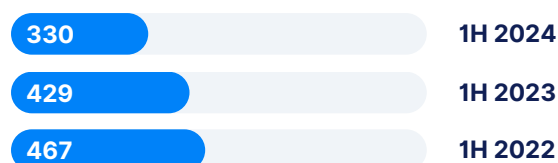
## Active accounts\*\*\* 41,156



## Active clients\*\* 36,556



## Value of trades EUR 330 billion



Admirals voluntarily decided in April 2024 to temporarily suspend the onboarding of new customers for Admirals Europe Ltd. This decision is related to Admirals Europe Ltd's efforts to comply with and adapt to the recommendations of the CySEC regulator and affects only operations in EU countries.

Admirals is actively working to implement the necessary changes to its processes and products to achieve full compliance with regulatory standards. By collaborating closely with CySEC, Admirals aims not only to resume attracting new clients in EU countries but also to strengthen its position in the market as a responsible and reliable partner.

\*Earnings before interest, taxes, depreciation and amortization.

\*\*Active clients represent clients who traded at least once in the respective of year.

\*\*\*Active accounts represent accounts via which at least one trade has been concluded in the respective of year.

# Management Report



# Our Company

Admirals, formerly known as Admiral Markets, is a leading online trading services provider, offering investment services for trading Forex and CFDs (Contracts for Difference). Founded in 2001, the company has grown into a global organization, offering its services worldwide through various regulated trading entities. The company's headquarters are located in Tallinn, Estonia.

In 2009, Admirals Group AS was established with the aim of consolidating financial companies across different countries under the unified Admirals brand, creating a strong international group. Over the years, Admirals has evolved into a global digital market leader, offering in-house software solutions for trading and investing in both the B2C and B2B segments. The Group primarily focuses on the development of trading and investment services, offering leveraged products to retail, professional, and institutional clients, covering a wide range of asset classes, including Forex, indices, commodities, digital currencies, stocks, and ETFs.

Admirals offers trading opportunities in over 8,000 financial instruments, including Forex pairs, stocks, indices, commodities, cryptocurrencies, ETFs, and bond CFDs. Additionally, the company allows investment in stocks and ETFs without using leverage. To deliver these services, Admirals uses popular trading platforms MetaTrader 4 and MetaTrader 5, complemented by exclusive tools such as the MetaTrader Supreme Edition plugin. Clients are provided with access to real-time quotes and charts, and a mobile app and web platform are available, enabling trading anytime and anywhere.

Admirals is regulated by several well-known financial supervisory authorities, including the UK's Financial Conduct Authority (FCA) and the Cyprus Securities and Exchange Commission (CySEC). Client funds are kept separate from the company's operational funds, providing additional protection in a volatile market. The Group's strategic goal is to offer financial freedom to 10 million people by 2030, focusing on both beginner and experienced clients. Educating seasoned traders and training new enthusiasts are also key parts of the Group's activities to expand into new client segments.

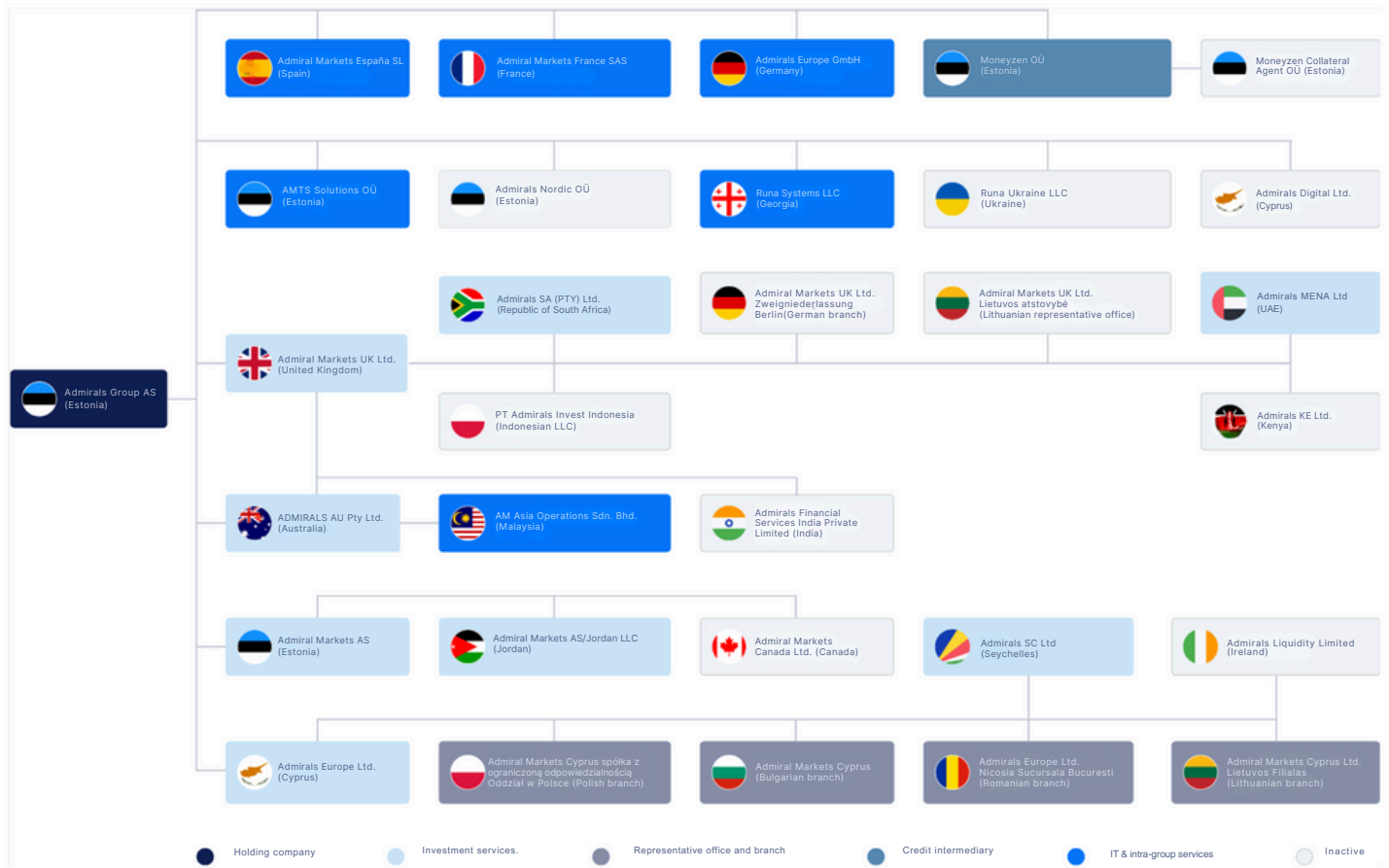
Admirals prioritizes functional software and quality assurance to ensure clients receive the best and most transparent trading experience. The company strives to be a reliable partner for responsible and active traders, offering support but not investment advice. Additionally, Admirals Group AS is committed to mitigating client risks by providing liquidity and other essential services. The companies within the Group support this activity by offering IT and other internal services. While several subsidiaries are currently inactive, they play a significant role in the Group's future strategic plans.

Admirals' success is based on its global presence, wide customer base, and strong strategic direction, enabling it to continue expanding and providing top-notch service to its clients in more than 130 countries. Currently, the company has over 36,550 active clients and more than 41,150 accounts, with 18 offices and representations worldwide and 273 employees supporting Admirals' mission and vision.

For more information about Admirals, including company news and detailed product information, visit their official website at [www.admiralmarkets.com](http://www.admiralmarkets.com).

# Admirals Group AS Structure

The structure of Admirals Group AS, the parent company of Admiral Markets AS



# Management

Admiral Markets AS is managed by a two-member Management Board and supervised by a four-member Supervisory Board. The members of the Management Board actively participate in the Company's daily business operations and have clear responsibilities. The Supervisory Board shapes the vision and business strategy of the Company, actively guiding its growth and development and also supervises activities of the Management Board.

In the first six months of 2024, the remuneration of the management, including social security taxes, totaled EUR 166 thousand (6 months 2023: EUR 195 thousand).

## Supervisory Board of Admiral Markets AS



**Alexander Tsikhilov**  
Chairman of the Supervisory Board



**Anatolie Mihalcenco**  
Member of the Supervisory Board



**Anton Tikhomirov**  
Member of the Supervisory Board



**Dmitri Lauš**  
Member of the Supervisory Board

## Management Board of Admiral Markets AS



**Sergei Bogatenkov**  
Chairman of the Management Board



**Andrey Koks**  
Member of the Management Board



**Eduard Kelvet**  
Member of the Management Board

## Management Board declaration

The unaudited interim report of Admiral Markets AS consists of the management report and financial statements.

The data and the additional information provided by Admiral Markets AS in the 2024 interim report are true and complete.

The accounting policies adopted in the preparation of the financial statements are in accordance with the International

Financial Reporting Standards as adopted by the European Union and give a true and fair view of the financial position, financial performance, and cash flow of the entity. The financial statements of the interim report of 2024 are unaudited.

✓ digitally signed

Eduard Kelvet, Member of the Management Board of Admiral Markets AS. Tallinn, 30.08.2024.



# Financial Review

## Main Financial Indicators of Admiral Markets AS

Income statement (in millions of euros)	6 months 2024	6 months 2023	change	6 months 2022
Net trading income	6.9	5.7	21%	32.3
Operating expenses	6.8	9.6	-29%	10.0
EBITDA	1.2	-3.0	141%	24.3
Net profit (loss)	0.9	-3.9	122%	23.3
EBITDA margin, %	18%	-53%	71.0	75%
Net profit margin, %	12%	-19%	31.0	72%
Cost to income ratio, %	99%	168%	-69.0	31%

Business volumes (in millions of euros)	30.06.2024	31.12.2023	change	30.06.2023
Due from credit institutions and investment companies	28.8	19.2	50%	31.1
Debt securities	1.0	3.4	-70%	5.0
Shareholders' equity	70.7	69.9	1%	74.2
Total assets	80.0	74.9	7%	80.4
Off-balance sheet assets (client assets)	0.3	0.3	0%	0.3

### Equations used for the calculation of ratios:

EBITDA margin, % = EBITDA / Net trading income

EBIT margin, % = EBIT / Net trading income

Net profit margin, % = Net profit / Net trading income

Cost to income ratio, % = Operating expenses / Net trading income

## Net Trading Income

The Company earned EUR 6.9 million in revenue during the first six months of 2024, which is 21% more compared to the first half of 2023. The number of active clients decreased by 44% compared to the first half of 2023. The value of trades went down 26% in comparison to the first half of 2023, reaching EUR 330 billion. The number of trades went down 31% to 21 million compared to the first half of 2023.

During the first six months of 2024 Commodity CFDs products accounted for 32% of total gross trading income, Indices CFDs accounted for 47% of total gross trading income, Forex accounted for 18% of total gross trading income. The share of other products, such as stocks, ETFs, etc. generated income, so made 3% of total gross income in 2024.

## Expenses

The Company's operating expenses decreased by 29% in the first half of 2024.

The largest share of total operating expenses (which includes payroll and depreciation expenses) for the Company in the first half of 2024 comes from personnel expenses. Personnel expenses decreased 10% compared to year-on-year and reached EUR 2.2 million by the end of June 2024. Personnel expenses account for 32% of total operating expenses. In the first half of 2024 marketing expenses were EUR 0.8 million which is a 77% decrease year on-year and account for 11% of total operating expenses. IT expenses make up around 13% of total operating expenses and reached EUR 0.9 million by the end of June 2024. Other larger expense types for the Company are legal and audit services, other outsourced services, VAT and intra-group expenses.

The cost-to-income ratio decreased to 99% by the end of June 2024 (30.06.2023: 168%).

## Net Profit

EBITDA and net profit of the Company were EUR 1.2 million and EUR 0.9 million, respectively, by the end of the first half of 2024. The return on equity of the Company was 1.2% at the end of June 2024 (30.06.2023: -5.1%).

## Statement of Financial Position

Admiral Markets AS has a strong balance sheet, with EUR 70.7 million of shareholders' equity. The Company's balance sheet is liquid as 39% of its balance sheet consists of liquid assets.

As of 30 June 2024, the assets of the Company totalled EUR 80.0 million. Ca 36% of assets are balances due from credit institutions and investment companies. Balances due from credit institutions and investment companies have increased by 50% in during the first six months of 2024. The debt securities portfolio only consists of high-quality liquid assets and accounts for 1% of total assets.

The Company's non-current assets decreased in 2024 to EUR 11.6 million. There were no significant investments in intangible assets.

Company's long-term debt consists of subordinated debt securities and office lease EUR 3.4 million and makes up 4% of the balance sheet total. All other liabilities are short-term and are mainly liabilities to trade creditors and related parties, taxes payable, and payables to employees.

The off-balance sheet assets (client assets) of the Company Remain the same level EUR 0.3 million during the first six months of 2024 (31.12.2023: EUR 0.3 million).

## Key Financial Ratios

	6 months 2024	6 months 2023	change	6 months 2022
Net profit per share, EUR	2.1	-9.7	11.8	57.6
Return on equity, %	1.2%	-5.1%	6.3	35.1%
Equity ratio	1.1	1.1	0	1.2
Return on assets, %	1.1%	-4.6%	5.7	29.1%
Short-term liabilities current ratio	11.1	25.5	-14.4	27.9

### Equations used for the calculation of ratios:

Net profit per share, in EUR = net profit / average number of shares

Return on equity (ROE), % = net profit / average equity \* 100

Equity ratio = average assets / average equity

Return on assets (ROA), % = net profit / average assets \* 100

Short-term liabilities current ratio = current assets / current liabilities

The ratios are calculated as an arithmetic average of closing balance sheet figures from the previous and current reporting period, and the indicators of the income statement are shown as at the end of the reporting period.

## Client Trends

The number of active clients in the Group decreased by 44% year on year. The Group had 36,556 active clients (clients who have traded at least once in the past 6 months) in the first half of 2024. Active accounts also decreased by 41% and achieved 45,156 (accounts, which have traded at least once in the past 6 months).

	6 months 2024	6 months 2023	change
Active clients	36,556	65,636	-44%
Active accounts	45,156	75,975	-41%
New applications	62,996	143,414	-56%

## Capitalisation

Risk management is part of the internal control system of Admiral Markets AS, and its objective is to identify, assess, and monitor all the risks associated with Admiral Markets AS to ensure its credibility, stability, and profitability. As of 30.06.2024, the own funds of Admiral Markets AS amounted to 68.4 million EUR (31.12.2023: 68.0 million EUR).

At the end of the reporting period, Admiral Markets AS was well-capitalised, with a capital adequacy level of 528% (31.12.2023: 341%) and met all regulatory capital requirements in both 2024 and 2023.

## Own Funds

(in thousands of euros)	30.06.2024	31.12.2023
Paid-in share capital	2,586	2,586
Other reserves	259	259
Retained earnings of previous periods	67,041	75,227
Intangible assets	-2,444	-2,943
Losses for the current financial year	0	-8,186
<b>Total Tier 1 capital</b>	<b>67,442</b>	<b>66,943</b>
Subordinated debt securities	945	1,080
Own instruments	-4	-5
<b>Total Tier 2 capital</b>	<b>941</b>	<b>1,075</b>
<b>Net own funds for capital adequacy</b>	<b>68,383</b>	<b>68,018</b>

## Capital Requirements

(in thousands of euros)	30.06.2024	31.12.2023
<b>Fixed overheads requirement</b>	<b>4,481</b>	<b>5,089</b>
Risk to client	1	9
Risk to market	6,245	12,224
Risk to firm	6,704	7,736
<b>Total K-Factor requirement</b>	<b>12,950</b>	<b>19,969</b>

## Capital Adequacy

	30.06.2024	31.12.2023
Capital adequacy	528%	341%
Tier 1 capital ratio	521%	335%

# Interim Financial Statements

This chapter outlines the assets, liabilities, equity, income and cash flow of the Company



# Statement of Financial Position

(in thousands of euros)	Note	30.06.2024	31.12.2023
<b>Assets</b>			
Due from credit institutions	3	17,174	10,175
Due from investment companies	3	11,604	9,014
Financial assets at fair value through profit or loss	4	4,745	6,353
Loans and receivables	5	35,540	37,274
Inventories		407	311
Other assets		674	970
Investment into subsidiaries		4,180	4,180
Tangible fixed assets		1,266	1,494
Right-of-use asset		1,978	2,221
Intangible fixed assets		2,444	2,943
<b>Total assets</b>		<b>80,012</b>	<b>74,935</b>
<b>Liabilities</b>			
Financial liabilities at fair value through profit or loss	4	443	217
Liabilities and prepayments	6	5,220	980
Subordinated debt securities	8	1,354	1,353
Lease liabilities	7	2,254	2,499
<b>Total liabilities</b>		<b>9,271</b>	<b>5,049</b>
<b>Equity</b>			
Share capital	10	2,586	2,586
Statutory reserve capital		259	259
Retained earnings		67,896	67,041
<b>Total equity</b>		<b>70,741</b>	<b>69,886</b>
<b>Total liabilities and equity</b>		<b>80,012</b>	<b>74,935</b>

# Statement of Comprehensive Income

(in thousands of euros)	Note	6 months 2024	6 months 2023
Net gains from trading of financial assets at fair value through profit or loss with clients and liquidity providers		21,954	20,510
Brokerage and commission fee revenue		656	754
Brokerage and commission fee expense		-15,951	-15,794
Other trading activity related income		248	188
<b>Net income from trading</b>	<b>12</b>	<b>6,907</b>	<b>5,658</b>
Other income similar to interest		38	118
Interest income calculated using the effective interest method		633	511
Interest expense		-78	-103
Other income		212	227
Other expense		0	10
Net gains on exchange rate changes		121	-158
Net loss from financial assets at fair value through profit or loss		-145	-77
Personnel expenses		-2,158	-2,373
Operating expenses	13	-3,695	-6,316
Depreciation of tangible and intangible assets		-738	-636
Depreciation of right-of-use assets		-242	-242
<b>(Loss) / Profit before income tax</b>		<b>855</b>	<b>-3,381</b>
Income tax		0	-535
<b>Net (loss) / profit for the reporting period</b>		<b>855</b>	<b>-3,916</b>
<b>Comprehensive income for the reporting period</b>		<b>855</b>	<b>-3,916</b>
Basic and diluted earnings per share	10	2.12	-9.69

# Statement of Cash Flows

(in thousands of euros)	6 months 2024	6 months 2023
<b>Cash flow from operating activities</b>		
Net profit / (loss) for the reporting period	855	-3,916
<b>Adjustments for non-cash income or expenses:</b>		
Depreciation of tangible, intangible and right of use assets	980	-3,916
Interest and similar income	-671	-630
Interest expense	78	103
Corporate income tax expenses	0	535
Other financial income and expenses	61	235
<b>Operating cash flows before changes in operating assets and liabilities</b>	<b>1,303</b>	<b>-2,795</b>
<b>Changes in operating assets and liabilities:</b>		
Change in amounts due from investment companies	-2,590	-2,241
Change in trade receivables	2,864	184
Change in other assets	296	737
Change in derivative assets	-67	41
Change in payables and prepayments	4,241	-2,299
Change in the derivative liabilities	226	-131
Changes in inventories	-96	-122
<b>Operating cash flows before interest and tax</b>	<b>6,177</b>	<b>-6,626</b>
Interest received	424	363
Interest paid	-54	-75
Corporate income tax paid	0	-535
<b>Net cash from/used in operating activities</b>	<b>6,547</b>	<b>-6,873</b>

continued on next page →



(in thousands of euros)	6 months 2024	6 months 2023
<b>Cash flow from investing activities</b>		
Purchase of tangible and intangible assets	-11	-459
Loans granted	-2,920	-226
Repayments of loans granted	2,091	6,090
Acquisition of financial assets at fair value through profit or loss (investment portfolio)	-4	-7,129
Proceeds from disposal of financial assets at fair value through profit or loss (investment portfolio)	1,564	7,451
Subordinated debt securities	0	-473
<b>Net cash used in investing activities</b>	<b>720</b>	<b>5,254</b>
<b>Cash flow from financing activities</b>		
Dividends paid	0	-2,619
Repayment of principal element of lease liabilities	-268	-261
<b>Net cash used in financing activities</b>	<b>-268</b>	<b>-2,880</b>
<b>TOTAL CASH FLOWS</b>	<b>6,999</b>	<b>-4,499</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>10,175</b>	<b>20,111</b>
<b>Change in cash and equivalents</b>	<b>6,999</b>	<b>-4,499</b>
Effect of exchange rate changes on cash and cash equivalents	0	1
<b>Cash and cash equivalents at the end of the period</b>	<b>17,174</b>	<b>15,613</b>

# Statement of Changes in Equity

(in thousands of euros)	Share capital	Statutory reserve capital	Retained earnings	Total
<b>Balance as at 31.12.2022</b>	<b>2,586</b>	<b>259</b>	<b>77,846</b>	<b>80,691</b>
Dividends paid	0	0	-2,619	-2,619
Loss for the reporting period	0	0	-8,186	-8,186
<b>Total comprehensive loss for the reporting period</b>	<b>0</b>	<b>0</b>	<b>-8,186</b>	<b>-8,186</b>
<b>Balance as at 31.12.2023</b>	<b>2,586</b>	<b>259</b>	<b>67,041</b>	<b>69,886</b>
Profit for the reporting period	0	0	855	855
<b>Total comprehensive income for the reporting period</b>	<b>0</b>	<b>0</b>	<b>855</b>	<b>855</b>
<b>Balance as at 30.06.2024</b>	<b>2,586</b>	<b>259</b>	<b>67,896</b>	<b>70,741</b>

# Notes to the Interim Financial Statements

This chapter presents more detailed information of the Interim Financial Statements.



## Note 1.

# General Information

Admiral Markets AS has been an investment company since 05.06.2009. The Company's head office is located at Maakri 19/1, Tallinn, Estonia.

Admiral Markets AS have subsidiaries in Canada and Jordan.

The interim financial statements of Admiral Markets AS have been prepared in accordance with the international financial reporting standard IAS 34 "Interim Financial Reporting", as adopted by the European Union and with International Financial Reporting Standards (IFRS), as adopted by the European Union.

The interim financial statements should be read in conjunction with the Company's annual report as of 31 December 2023. The accounting policies used in the preparation of the interim financial report are the same as the accounting policies used in the annual report for the year ended 31 December 2023.

The interim financial statements are unaudited and do not contain all the information required for the preparation of annual financial statements.

The interim financial statements are presented in thousands of euros unless otherwise stated.

## Note 2.

# Risk Management

Risk Management is part of the internal control system of Admiral Markets AS, and its objective is to identify, assess and monitor all of the risks associated with the Company in order to ensure the credibility, stability and profitability of Admiral Markets AS.

The Supervisory Board has established risk identification, measurement, reporting and control policies in the risk management policies. Risk control is responsible for daily risk management. Risk management is based on three lines of defence. The first line of defence is the business units that are responsible for risk-taking and risk management. The second line of defence includes risk control and compliance functions, which are independent of business operations. The third line of defence is the internal audit function.

As we are exposed to credit and market risk in connection with our retail trading activities, developing and maintaining robust risk management capabilities is a high priority. In addition, we actively monitor and assess various market factors, including volatility and liquidity, and take steps to address identified risks, such as proactively adjusting the required customer margin.

There have been no changes in the risk management policies since the year-end.

## Note 3.

### Due From Credit Institutions and Investment Companies

(in thousands of euros)	30.06.2024	31.12.2023
Demand and term deposits with maturity less than 3 months*	11,834	10,122
Term deposits with maturity 3-12 months*	5,000	0
Demand deposits on trading accounts	11,604	9,014
Cash in transit	340	53
<b>Total</b>	<b>28,778</b>	<b>19,189</b>

\* Cash and cash equivalents in the statement of cash flows

## Note 4.

### Financial Assets and Liabilities at Fair Value Through Profit or Loss

Instrument (in thousands of euros)	30.06.2024		31.12.2023	
	Asset	Liability	Asset	Liability
Bonds	1,894	0	3,368	0
Convertible loan	1,693	0	1,649	0
Equity investments at fair value through profit or loss	790	0	1,035	0
Currency pairs	16	16	33	20
CFD derivatives	294	9	243	6
Other derivatives	58	418	25	191
<b>Total</b>	<b>4,745</b>	<b>443</b>	<b>6,353</b>	<b>217</b>

All derivative instruments are carried as assets when fair value is positive and as liabilities when fair value is negative. The Company has only short-term derivatives.

## Note 5.

# Loans and Receivables

(in thousands of euros)	30.06.2024	31.12.2023
<b>Financial assets</b>		
Trade receivables	9	0
Settlements with employees	22	9
Loans granted	30,408	31,574
Receivables from group companies	2,190	3,848
Other short-term receivables	2,911	1,842
<b>Total</b>	<b>35,540</b>	<b>37,274</b>

## Note 6.

# Liabilities and Prepayments

(in thousands of euros)	30.06.2024	31.12.2023
<b>Financial liabilities</b>		
Liabilities to trade creditors	178	427
Payables to related parties	4,608	101
Interest payable	1	1
Other accrued expenses	59	68
<b>Subtotal</b>	<b>4,846</b>	<b>597</b>
<b>Non-financial liabilities</b>		
Payables to employees	201	184
Taxes payable	173	199
<b>Subtotal</b>	<b>374</b>	<b>383</b>
<b>Total</b>	<b>5,220</b>	<b>980</b>

## Note 7.

# Leases

From 1 January 2019, leases are recognised as a right-of-use asset and a corresponding liability from the date when the leased asset becomes available for use by the Company. In applying IFRS 16 for the first time, the Company applied a single discount rate to its portfolio of leases with reasonably similar characteristics and used 2% incremental borrowing rate to all its lease liabilities as permitted by the standard.

For new lease agreements since 2023 applied a 5% borrowing rate, which was close to market price rates.

The right-of use asset and lease liability are recorded on separate lines in the statement of financial position.

Changes in lease liabilities are presented below:

Lease liabilities (in thousands of euros)	Lease liabilities
<b>Balance at 31.12.2022</b>	<b>2,949</b>
Additions*	21
Lease payments made during the year	-526
Interest expense	55
<b>Balance at 31.12.2023</b>	<b>2,499</b>
Additions*	0
Lease payments made during the year	-269
Interest expense	24
<b>Balance at 31.12.2023</b>	<b>2,254</b>

\* New lease contracts and extension of the lease period for existing contracts.

Breakdown of lease liabilities to current and non-current in subsequent are set below:

(in thousands of euros)	30.06.2024	31.12.2023
Short-term office lease liabilities	247	492
Long-term office lease liabilities	2,007	2,007
<b>Total</b>	<b>2,254</b>	<b>2,499</b>

## Note 8.

# Subordinated Debt Securities

In 2017, subsidiary Admiral Markets AS issued 18,268 subordinated debt securities and listed these on 11.01.2018 on the Nasdaq Tallinn Stock Exchange. The maturity date for bonds is 2027.

Subordinated debt	Issuance year	Amount	Interest rate	Maturity date
Subordinated bonds (ISIN:EE3300111251)	2017	1,354	8%	28.12.2027

At the end of the reporting period, there were a total of 332 bondholders.

Bondholder structure according to the holders' groups as at 30.06.2024 was the following:

Subordinated debt	Private persons	Legal persons
Subordinated bonds (ISIN:EE3300111251)	59%	41%

In the first half of 2024, 29 transactions were conducted with Admiral Markets AS bonds, amounting to 30 thousand euros.

Interest expenses on subordinated bonds for each reporting period and accrued interest liabilities as at the end of each reporting period is disclosed in the table below. Interest liabilities are accounted in the statement of financial position using the effective interest rate.

Interest liability from subordinated debt (in thousands of euros)	
<b>Accrued interest on subordinated debts as at 31.12.2022</b>	<b>1</b>
Interest calculated for 2023	108
Paid out during 2023	-108
<b>Accrued interest on subordinated debts as at 31.12.2023</b>	<b>1</b>
Period interest calculated	54
Paid out during reporting period	-54
<b>Accrued interest on subordinated debts as at 30.06.2024</b>	<b>1</b>



## Note 9.

### Off-Balance Sheet Assets

Off-balance sheet assets are funds of these clients who use the trading systems mediated by Admiral Markets AS. Because of the specific feature of the system, Admiral Markets AS deposits these funds in personalized accounts in banks and in other investment companies. The Company does not use client funds in its business operations and accounts for them off-balance sheet.

(in thousands of euros)	30.06.2024	31.12.2023
Bank accounts	262	255
<b>Total</b>	<b>262</b>	<b>255</b>

## Note 10.

### Share Capital

(in thousands of euros)	30.06.2024	31.12.2023
Share capital (in thousands of euros)	2,586	2,586
Number of shares (pc)	404,000	404,000
Nominal value of shares	6.4	6.4
Basic earnings per share	2.12	-20.26

As at 30.06.2024, the share capital of the Company's parent company consists of 404,000 ordinary shares with a nominal value of EUR 6.4 which have been fully paid for.

To calculate basic earnings per share, net profit attributable to owners of the parent has been divided by the weighted average number of shares issued.

There are no diluting instruments and thus diluted earnings per share is the same as basic earnings per share.

#### Basic earnings per share are calculated as follows:

(in thousands of euros)	30.06.2024	31.12.2023
Profit attributable to the equity holders of the Company (in thousands of euros)	855	-8,186
Weighted average number of ordinary shares (pc)	404,000	404,000
Weighted average number of shares used for calculating the earnings per shares (pc)	404,000	404,000
Basic earnings per share	2.12	-20.26

## Note 11.

# Segment Reporting

The management board is responsible for the allocation of resources and the assessment of the performance of operating segments. During the reporting period and the preceding period, the management board monitored the Company's operations as a one operating segment.

The Company's internal reports prepared for the Management Board are drawn up on the basis of the same accounting principles and in a form that has been used in this financial statement.

## Note 12.

# Net Income from Trading

(in thousands of euros)	6 months 2024	6 months 2023
Indices CFD's	10,310	8,199
Currency CFD's	3,916	7,214
Commodities CFD's	6,946	5,544
Other (crypto, bonds, ETF, shares, others)	783	-447
<b>Net gain from trading of financial assets at fair value through profit or loss with clients including hedging with liquidity providers</b>	<b>21,955</b>	<b>20,510</b>
Commission fee revenue from clients	655	754
Brokerage and commission fee expense	-15,951	-15,794
Other trading activity related income	248	188
<b>Net income from trading</b>	<b>6,907</b>	<b>5,658</b>

## Note 13.

# Operating Expenses

Type of expense (in thousands of euros)	6 months 2024	6 months 2023
Marketing expenses	-759	-3,288
IT expenses	-858	-1,469
Other outsourced services	-16	-47
Bank charges	-10	-23
VAT expenses	-108	-122
Rent and utilities expenses	-46	-52
Legal and audit services	-345	-438
Regulative reporting services	-39	-39
Transport and communication costs	-144	-161
Travelling expenses	-20	-66
Supervision fee of the Financial Supervision Authority	-104	-96
Small tools	-83	-73
Other operating expenses	-168	-192
Intra-group expense	-995	-250
<b>Total operating expenses</b>	<b>-3,695</b>	<b>-6,316</b>

## Note 14. Transactions with related parties

Transactions with related parties include dealings with the parent company, shareholders, management members, their close relatives, and entities they control or significantly influence. The parent company of Admiral Markets AS is Admirals Group AS. Related parties include:

- Significant owners and their related companies
- Executive and key management members (Management and Supervisory Board members)
- Close relatives of these persons and related companies
- Companies significantly influenced by the aforementioned persons

Mr. Alexander Tsikhilov has ultimate control over the company.

### Revenue

(in thousands of euros)	Relation	6 M 2024	6 M 2023
Revenue from brokerage and commission fees*	Companies in the same consolidation Group	22,011	20,976
Services	Companies in the same consolidation Group	195	195
Interest income	Parent company	105	107
Interest income	Companies in the same consolidation Group	446	283
Interest income	Key management and companies related to them	1	2
<b>Total transactions with related parties</b>		<b>22,758</b>	<b>21,563</b>

### Expenses

(in thousands of euros)	Relation	6 M 2024	6 M 2023
Commission fees	Companies in the same consolidation Group	-15,360	-15,380
Services	Parent company	-271	-250
Services	Companies in the same consolidation Group	-725	0
<b>Total transactions with related parties</b>		<b>-16,356</b>	<b>-15,630</b>

### Loans and receivables

(in thousands of euros)	30.06.2024	31.12.2023
Loans to parent company	10,600	11,413
Loans to other companies in the same consolidation Group	18,400	22,603
Loans to key management and companies related to them	20	31
Receivables from parent company	1,338	0
Receivables from other companies in the same consolidation Group	6,356	2,526
Receivables from key management and companies related to them	16	9
<b>Total receivables from related parties</b>	<b>36,730</b>	<b>36,582</b>

### Payables

(in thousands of euros)	30.06.2024	31.12.2023
Payables to parent company	115	86
Payables to other companies in the same consolidation Group	4,493	700
<b>Total payables to related parties</b>	<b>4,608</b>	<b>786</b>

### Terms and conditions

All transactions were made on normal commercial terms and conditions and at market rates. Outstanding balances are unsecured.



**Markets go  
up and down.  
We are going  
forward.**